GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:4036
ANSWERED ON:18.08.2000
PER CAPITA ALLOCATION FOR BIHAR AND MAHARASHTRA
ANANT GANGARAM GEETE;MD ANWARUL HAQUE

Will the Minister of FINANCE be pleased to state:

(a) whether the per capita allocation made to Bihar and Maharashtra by the Planning Commission and the Finance Commission is lowest in comparison to other States in the country;

(b) whether the allocation made through IDBI is also negligible;

(c) if so, the reasons therefor; and

(d) the corrective steps taken in this regard?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a) : State Plan outlays are approved by the Planning Commission on the basis of the States` Own Resources and Central assistance allocated under the Gadgil Mukherjee formula which takes into account population, per capita income, performance and special problems. The Eleventh Finance Commission (EFC) whose report was placed in Parliament recently has worked out the inter se devolution to States on the basis of population, income, area, index of infrastructure, tax effort and fiscal discipline. Thus, both Planning Commission allocations, as well as Finance Commission awards, give due weightage to a number of economic indicators in determining States` inter se shares. Annexure-A gives details of the Ninth Plan outlay for States, Annexure-B gives EFC recommendations on devolution of share in Central taxes, revenue deficit grants, upgradation and special problem grants, local bodies grants etc., to the States.

(b) to (d): Negotiated Loans from all financial institutions (including IDBI) included in the scheme of financing for Annual Plans of States, is only an enabling provision. The State Governments are required to negotiate with the financial institutions for project based assistance subject to the Guidelines of these institutions, and financial viability of the proposed schemes.

Annexure-A
Statement referred to in reply to part (a) of Lok Sabha Unstarred Question No.4036 for 18.08.2000 regarding Per Capita Allocation for Bihar and Maharashtra.

Ninth Plan Outlay (1997-2002) (Rs.in crores)

S.No.	State	Plan Outlay
1	Andhra Pradesh	25150.00
2	Arunachal Pradesh	3569.89
3	Assam	8983.93
4	Bihar	16680.00
5	Goa	1500.00
6	Gujarat	28000.00
7	Haryana	9310.00
8	Himachal Pradesh	5700.00
9	J&K	9500.00
10	Karnataka	23400.00
11	Kerala	16100.00
12	Madhya Pradesh	20075.00
13	Maharashtra	36700.00
14	Manipur	2426.69
15	Meghalaya	2500.62
16	Mizoram	1618.51
17	Nagaland	2006.43
18	Orissa	15000.00
19	Punjab	11500.00
20	Rajasthan	22525.83
21	Sikkim	1600.00
22	Tamilnadu	25000.00
23	Tripura	2577.39
24	Uttar Pradesh	46340.00
25	West Bengal	16900.00

Total: 354664.29

Annexure-B

Statement referred to in reply to part (a) of Lok Sabha Unstarred Question No.4036 for 18.08.2000 regarding Per Capita Allocation for Bihar and Maharashtra

Estimated total transfer recommended by Eleventh Finance Commission (2000-2005)

(Rs. in crore)

S. No.	States	Share in Taxes & Duties	Non-Plan Revenue Deficit	Upgradation & Special Problem	Local Bodies Grant	Relief Expen- diture	Total Transfer (Col.2 to 6)
	SPL. CATEGORY STATES						
1	Arunachal Pr.	918.22	1228.02	90.59	28.52	49.83	2315.18
2	Assam	12362.05	110.68	132.54	254.99	420.60	13280.86
3	Himachal Pr.	2570.25	4549.26	91.16	69.56	180.20	7460.43
4	J & K	4854.50	11211.19	127.82	90.07	144.64	16428.22
5	Manipur	1377.32	1744.94	58.59	23.17	11.89	3215.91
6	Meghalaya	1287.01	1572.38	57.39	28.31	16.32	2961.41
7	Mizoram	745.11	1676.30	89.84	11.70	12.32	2535.27
8	Nagaland	827.90	3536.24	62.84	14.66	8.12	4449.76
9	Sikkim	692.43	840.58	66.78	5.50	28.63	1633.92
10	Tripura	1832.67	2414.16	60.18	32.48	21.55	4361.04
Total(I):		27467.46	28883.75	837.73	558.96	894.10	58642.00
	NON-SPL. CATEGORY STATES						
1	Andhra Pr.	28980.25	0.00	285.23	924.90	820.80	31011.18
2	Bihar	54934.90	0.00	401.60	878.94	512.46	56727.90
3	Goa	775.22	0.00	27.28	13.91	5.15	821.56
4	Gujarat	10615.93	0.00	234.85	480.56	668.88	12000.22
5	Haryana	3552.44	0.00	132.65	183.73	336.95	4205.77
6	Karnataka	18552.48	0.00	311.53	518.94	309.03	19691.98
7	Kerala	11504.04	0.00	129.14	404.88	278.66	12316.72
8	Madhya Pr.	33258.98	0.00	494.52	871.48	373.40	34998.38
9	Maharashtra	17431.05	0.00	331.97	972.98	651.49	19387.49
10	Orissa	19026.64	673.60	215.05	385.55	453.66	20754.50
11	Punjab	4316.37	284.21	110.01	209.37	508.57	5428.53
12	Rajasthan	20595.88	1244.68	299.85	590.37	857.85	23588.63
13	Tamilnadu	20264.72	0.00	251.86	659.49	425.36	21601.43
14	Uttar Pr.	74501.56	1026.74	669.91	1570.76	740.33	78509.30
15	W.Bengal	30540.09	3246.09	239.45	775.22	419.00	35219.85
Total(II)		348850.55	6475.32	4134.90	9441.08	7361.59	376263.44
Grand(I+II) Total		376318.01	35359.07	4972.63	10000.04	8255.69	434905.44